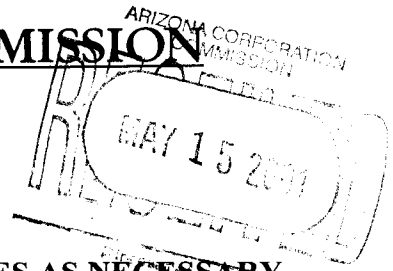


5-15-01
cmw

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

I

W-02031A WATER
INDIADA WATER COMPANY, INC.
301 N GARDEN AVE
SIERRA VISTA AZ 85635-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2000
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FOR COMMISSION USE

ANN 04 00

COMPANY INFORMATION

Company Name (Business Name) INDIADA WATER CO. INC

Mailing Address 301 N GARDEN AVE
(Street)

SIERRA VISTA
(City)

AZ
(State)

85635
(Zip)

520-458-3209
Telephone No. (Include Area Code)

520-439-9717
Fax No. (Include Area Code)

520-940-0097
Pager/Cell No. (Include Area Code)

Email Address nfw@theriver.com

Local Office Mailing Address SAME
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: NATHAN WATKINS
(Name)

PRESIDENT / Manager
(Title)

301 N GARDEN
(Street)

SIERRA VISTA
(City)

AZ
(State)

85635
(Zip)

520-458-3209
Telephone No. (Include Area Code)

520-439-9717
Fax No. (Include Area Code)

520-940-0097
Pager/Cell No. (Include Area Code)

Email Address nfw@theriver.com

On Site Manager: SAME AS ABOVE
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: BOB WATKINS

(Name)

301 N GARDEN AVE

(Street)

SIERRA VISTA

(City)

AZ

(State)

85635

(Zip)

520-458-4388

Telephone No. (Include Area Code)

520-459-7603

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: N/A

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME INDIANA WATER CO INC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	1000		1000
304	Structures and Improvements			
307	Wells and Springs	19304	18870	434
311	Pumping Equipment	9437	3878	5559
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	17641	8618	9023
333	Services			
334	Meters and Meter Installations	3068	2956	112
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	2941	1395	1546
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	53391	35717	17674

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME INDIANA WATER CO

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	1000		
304	Structures and Improvements			
307	Wells and Springs	19304	.022	41
311	Pumping Equipment	9437	.099	830
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	17641	.044	709
333	Services			
334	Meters and Meter Installations	3068	3	89
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	2941	9.28	273
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	53391		1942

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME INDIANA WATER CO

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3585	\$ 1393
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	5800	3800
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 9385	\$ 5193
	FIXED ASSETS		
101	Utility Plant in Service	\$ 43704	\$ 53391
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	33775	35717
121	Non-Utility Property	1	
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 9929	\$ 17674
	TOTAL ASSETS	\$ 19314	\$ 22867

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME INDIANA WATER CO

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	680	650
236	Accrued Taxes	651	654
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 1331	\$ 1304
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 13591	\$ 10674
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 14922	\$ 11978
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 41300	\$ 41300
211	Paid in Capital in Excess of Par Value	< 22643 >	< 22643 >
215	Retained Earnings	< 2965 >	3532
218	Proprietary Capital (Sole Props and Partnerships)	< 11300 >	< 11300 >
	TOTAL CAPITAL	\$ 4392	\$ 10889
	TOTAL LIABILITIES AND CAPITAL	\$ 19314	\$ 22867

COMPANY NAME INDIANA WATER CO

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 26606	\$ 26855
460	Unmetered Water Revenue		
474	Other Water Revenues	155	805
	TOTAL REVENUES	\$ 26761	\$ 27660
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 9000	\$ 9133
610	Purchased Water		
615	Purchased Power	2679	1138
618	Chemicals		
620	Repairs and Maintenance	3171	1883
621	Office Supplies and Expense	390	657
630	Outside Services	580	785
635	Water Testing	2030	808
641	Rents		300
650	Transportation Expenses		
657	Insurance -- General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense -- Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	106	967
408	Taxes Other Than Income	1033	1942
408.11	Property Taxes	976	1018
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 21868	\$ 20057
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	4856	
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	2025	1106
	TOTAL OTHER INCOME/EXP	\$ 2831	\$ 1106
	NET INCOME/(LOSS)	\$ 7724	\$ 6497

COMPANY NAME INDIANA WATER CO

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	4/86			
Source of Loan	STOCKHOLDER			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$ 10674	\$	\$	\$
Date of Maturity	1/02			
Interest Rate	9%			
Current Year Interest	\$ 1106	\$	\$	\$
Current Year Principle	\$ 694	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 650

Meter Deposits Refunded During the Test Year \$ 130

COMPANY NAME	INDIANA WATER CO
---------------------	------------------

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-805793	1	12	6	N/A
55-805790	1	12	8	N/A
55-805792	1.5	20	8	2"
55-805791	2	20	8	N/A

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = UNKNOWN

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12,000	1	1,000	2
		85	2
		50	1

STATISTICAL INFORMATION

Total number of customers 47

Total number of gallons sold 5,837,410 gallons

COMPANY NAME INDIANA WATER CO YEAR ENDING 12/31/2000

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 1625.89

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME INDIANA WATER CO YEAR ENDING 12/31/2000

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 18
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported 18
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Nathan Watkins
SIGNATURE

5/9/01
DATE

NATHAN WATKINS
PRINTED NAME

PRESIDENT
TITLE

COMPANY NAME INDIANA WATER CO YEAR ENDING 12/31/2000

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

\$ 1625.89

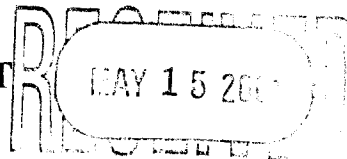
Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

SEE PAGE 13

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>COCHISE</u>
NAME (OWNER OR OFFICIAL) TITLE <u>NATHAN WATKINS</u>
COMPANY NAME <u>INDIANA WATER CO</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 29190

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1515
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

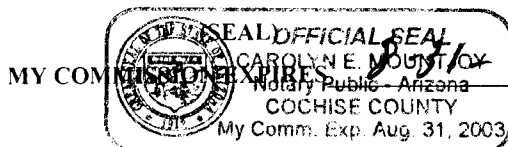
11th

DAY OF

Nathan Watkins
SIGNATURE OF OWNER OR OFFICIAL
520-458-3209
TELEPHONE NUMBER

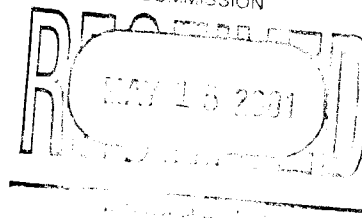
COUNTY NAME <u>COCHISE</u>	
MONTH <u>MAY</u>	20 <u>01</u>

Carolyn E. Mounjoy
SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>COCHISE</u>	
NAME (OWNER OR OFFICIAL) <u>NATHAN WATKINS</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>INDIANA WATER CO</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>29190</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1515
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Nath Watkins
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

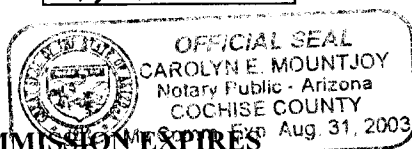
THIS

11th

DAY OF

NOTARY PUBLIC NAME <u>CAROLYN E. MOUNTJOY</u>	
COUNTY NAME <u>COCHISE</u>	
MONTH <u>MAY</u>	20 <u>01</u>

(SEAL)



MY COMMISSION EXPIRES

X Carolyn E. Mountjoy
SIGNATURE OF NOTARY PUBLIC

INDIADA WATER COMPANY, INC.

301 N. GARDEN AVE.
SIERRA VISTA, ARIZONA 85635
(520) 458-3209

WELLS FARGO BANK
SIERRA VISTA, AZ 85635
91-552-1221

3/24/00

1627

PAY TO THE ORDER OF **MARSHA BONHAM COCHISE COUNTY TREAS**

\$**813.15

Eight Hundred Thirteen and 15/100***** DOLLARS

MARSHA BONHAM COCHISE COUNTY TREAS
PO BOX 1778
BISBEE AZ 85603

99

MEMO PAR # 937-26-870-7 1999 Second Half

Not Used

⑈001627⑈ ⑆122105524⑆0818297673⑈

⑈0000081315⑈

INDIADA WATER COMPANY, INC.

301 N. GARDEN AVE
SIERRA VISTA, ARIZONA 85635
(520) 458-3209

WELLS FARGO BANK
SIERRA VISTA, AZ 85635
91-552-1221

00-937-26-8707 1696

PAY TO THE MARSHA BONHAM COCHISE COUNTY TREAS
ORDER OF

**812.74

Eight Hundred Twelve and 74/100*****

DOLLARS

MARSHA BONHAM COCHISE COUNTY TREAS
PO BOX 1778
BISBEE AZ 85603

MEMO PAR # 937-26-870-7 2000 First Half

Handwritten signature

⑈001696⑈ ⑆122105524⑆0818297673⑈ ⑆0000081274⑈